

ORIGINAL

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

MIKE GLEASON

BARRY WONG

KRISTIN K. MAYES

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JEFF HATCH-MILLER - Chairman

2006 DEC 18 P 1:37

AZ CORP COMMISSION DOCUMENT CONTROL

Arizona Corporation Commission DOCKETED

DEC 18 2006

DOCKETED BY NR

IN THE MATTER OF THE APPLICATION OF ARIZONA WATER COMPANY FOR AN EXTENSION OF ITS CERTIFICATE OF CONVENIENCE AND NECESSITY AT CASA GRANDE, PINAL COUNTY, ARIZONA

DOCKET NO. W-01445A-04-0773

CERTIFICATE OF FILING

On May 5, 2005 the Commission entered Decision No. 67826 in the above-captioned docket. Decision No. 67826 approved Arizona Water Company's (the "Company") application for an extension of its Certificate of Convenience and Necessity for its Casa Grande system. It also contained the following ordering paragraph:

IT IS THEREFORE ORDERED that the application of Arizona Water Company for an extension of its Certificate of Convenience and Necessity for the operation of a water utility in the area more fully described in Exhibit A be, and hereby is approved, provided that Arizona Water Company complies with the conditions set forth in Finding of Fact No. 18 hereinabove.

Finding of Fact No. 18 contained Staff's recommendation that the Company's application be subject to the following conditions:

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that the Company charge its existing rates and charges for its Casa
 Grande system in the proposed extension area;

- that the Company file, within 365 days of the effective date of this Decision, with the Commission's Docket Control and the Commission's Utilities Division Director ("Director"), a copy of the developer's Certificate of Assured Water Supply issued by the Arizona Department of Water Resources for the area described in Exhibit A;
- that the Company file, within 365 days of the effective date of this Decision, with the Commission's Docket Control and the Director, a copy of an executed main extension agreement; and
- that the Company file, within 365 days of the effective date of this Decision, with the Commission's Docket Control and the Director, a copy of the Certificate of Approval to Construct issued by the Arizona Department of Environmental Quality for the construction of mains in the extension area.

On February 3, 2006, in compliance with the latter two paragraphs, above, the Company filed copies of the main extension agreements and Certificates of Approval to Construct (copies of which are attached to each main extension agreement). The copies of the main extension agreements and certificates of approval to construct were attached thereto, collectively, as Exhibit A.

The Company is now filing, and has attached copies thereof to this Certificate of Filing, copies of the developer's Certificate of Assured Water Supply issued by the Arizona Department of Water Resources. It is now the Company's position, and it will hold to this position unless the Staff informs it otherwise, that it has now fully complied with the conditions of Decision No. 67826, and that no additional post-hearing filings are necessary. RESPECTFULLY SUBMITTED this 18th day of December 2006. ARIZONA WATER COMPANY Robert W. Geake Vice President and General Counsel ARIZONA WATER COMPANY Post Office Box 29006 Phoenix, Arizona 85038-9006

1	Original and thirteen (13) copies of the foregoing filed the 18 th day of December 2006
2	with:
3	Docket Control Division Arizona Corporation Commission 1200 West Washington Street
4	Phoenix, Arizona 85007
5	A copy of the foregoing was mailed this 18 th day of December 2006 to:
6	Christopher Kempley, Chief Counsel
7	Legal Division
8	Arizona Corporation Commission 1200 West Washington Street
9	Phoenix, Arizona 85007
10	Ernest G. Johnson, Director Utilities Division
11	Arizona Corporation Commission 1200 West Washington Street
12	Phoenix, Arizona 85007
13	Brian Bozzo Compliance Officer
14	Utilities Division Arizona Corporation Commission
15	1200 West Washington Street Phoenix, Arizona 85007
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18	By: olat w. Deah
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EXHIBIT A

DEPARTMENT OF WATER RESOURCES Office of Assured Water Supply

MEMORANDUM

TO:

Sandra Fabritz-Whitney, Assistant Director, Water Management Division

FROM:

Norma Coupaud, Office of Assured Water Supply

THROUGH:

Douglas W. Dunham, Office of Assured Water Supply

RE:

Request for Approval for a Certificate of Assured Water Supply

Application Summary:

Name of Subdivision:

Villago Phase 1 Parcels 13 & 14

Owner Name:

Morrison Homes, Inc., a Delaware Corporation with

Morrison Homes of Arizona, Inc., an Arizona Corporation

as Optionee

DWR No.:

27-401411.0003

Number of Lots:

225

Residential Demand:

102.39 af/vr

Non-Residential Demand:

78.26 af/yr

Total Demand:

180.65 af/yr

Water Provider:

Arizona Water Company - Casa Grande

Type of Water Delivered:

groundwater and Type 1 Grandfathered Rights

Physical Availability:

water availability letter / PAD, 2002

Amount of Water Remaining for AWS:

45,703.55

Consistency with Management Goal:

CAGRD membership dated 03/23/05

Public Notice Expiration Date:

02/21/2006

Certification for Issuance:

Based on the review of this application by the appropriate agency divisions, it has been determined complete and correct. No protests or other public comments were received following the closing date specified in the public notice. It is therefore recommended that the Department approve this application for a Certificate of Assured Water Supply.

Date:

02/22/06

Primary Reviewer:

2nd Reviewer Date:

2.22-06

Secondary Reviewer:

Panul Vagel

ARIZONA DEPARTMENT OF WATER RESOURCES

Office of Assured and Adequate Water Supply

2nd Floor, 3550 N. Central Ave., Phoenix, AZ 85012 Telephone 602 771-8585 Fax 602 771-8689

February 24, 2006

Janet Napolitano Governor

Herbert R. Guenther Director

VIA CERTIFIED MAIL
Ms. Christa Mc Junkin
Fluid Solutions
1121 East Missouri Avenue Suite 100
Phoenix, Arizona 85014

Re: Certificate of Assured Water Supply

Villago Phase 1 Parcels 13 & 14 DWR File No. 27-401411.0003

Ms. Mc Junkin:

The Department of Water Resources has determined that the criteria for an Assured Water Supply pursuant to A.R.S. § 45-576 and A.A.C. R12-15-701 et seq. have been met, and therefore the Director has decided to issue Assured Water Supply Certificate No.27-401411.0003. Arizona Water Company - Casa Grande will provide water supply to the lots. The source of supply will be groundwater and Type 1 Grandfathered Rights. Based on current information, the Department has determined that the subdivision's total projected demand is 180.65 acre-feet per year for 225 lots, and the groundwater allowance is 180.65 acre-feet per year. The Certificate is attached. The Department suggests you record your Certificate of Assured Water Supply in the appropriate county recorders office. This will provide you with a permanent public record of the Certificate.

This determination is applicable only to the person or entity specified on the Certificate and for the plat reviewed by the Department. Information used in evaluating this application is available for review in the Department's files. Please contact us if questions arise.

Pursuant to A.R.S. § 41-1092.03, the Department is notifying you that the Director's determination and decision to issue the Certificate is an appealable agency action. You are entitled to appeal this action. If you wish to appeal this action, you must file a written appeal within thirty (30) days from receipt of this letter. I am providing you with a summary of the appeal process and an appeal form, should you elect to pursue this option.

Sincerely,

Douglas W. Dunham, Manager

Office of Assured and Adequate Water Supply

DD/njc Enclosures Page 2

Subdivision Name: Villago Phase 1 Parcels 13 & 14

File Number: 27-401411.0003

Cliff Neal CAGRD P.O. Box 43020 Phoenix, AZ 85080-3020

Karen Modesto, Hydrology Division Phoenix AMA Division

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES CERTIFICATE OF ASSURED WATER SUPPLY

This is to certify that

Morrison Homes, Inc., a Delaware Corporation with Morrison Homes of Arizona, Inc., an Arizona Corporation as Optionee

have met the requirements of A.R.S. §§ 45-576, 45-579, and the applicable regulations, and

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

Are issued this Certificate of Assured Water Supply for

Villago Phase 1 Parcels 13 & 14
Section 33, Township 5 South, Range 6 East
GSRB&M Pima County, Pinal Active Management Area

Sufficient water of adequate quality will be continuously available to satisfy the water demand of the referenced subdivision for at least one hundred years. The referenced subdivision consists of 225 lots as described in the preliminary plat on file with the Department, and has an estimated water demand of 180.65 acre-feet per year. The subdivision will be served groundwater by Arizona Water Company - Casa Grande and Type 1 Grandfathered Rights.

This Certificate is invalid as to any entity not named above. A subsequent owner of the referenced property may apply for a new certificate pursuant to A.A.C. R12-15-708, within 90 days of the change of ownership. This Certificate may be assigned pursuant to A.R.S. § 45-579.

Certificate Number: 27-401411.0003 Original Issue Date: 05/13/2005



ARIZONA DEPARTMENT OF WATER RESOURCES

Talvulz Unitry
Assistant Director

2/24/2006 Date

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES CERTIFICATE OF ASSURED WATER SUPPLY

This is to certify that

Casa Grande Acquisitions L.L.C., an Arizona limited liability company as owner with HB

Land Development Co. 3, an Arizona corporation as optionee

have met the requirements of A.R.S. §§ 45-576, 45-579, and the applicable regulations, and

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

are issued this Certificate of Assured Water Supply for

Villago, Phase 1
Section 28 & 33, Township 5 South, Range 6 East
GSRB&M Pinal County, Pinal Active Management Area

Sufficient water of adequate quality will be continuously available to satisfy the water demand of the referenced subdivision for at least one hundred years. The referenced subdivision consists of 999 lots as described in the preliminary plat on file with the Department, and has an estimated water demand of 816.92 acre-feet per year. The subdivision will be served groundwater by Arizona Water Company - Casa Grande and Type 1 Non-Irrigation Grandfathered Groundwater Right number 58-100307.0002.

This Certificate is invalid as to any entity not named above. A subsequent owner of the referenced property may apply for a new certificate pursuant to A.A.C. R12-15-708, within 90 days of the change of ownership. This Certificate may be assigned pursuant to A.R.S. § 45-579.

Certificate Number: 27-401411.0000



ARIZONA DEPARTMENT OF WATER RESOURCES

Mark Frank
Assistant Director

Date

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES CERTIFICATE OF ASSURED WATER SUPPLY

This is to certify that

GMAC Model Home Finance, Inc., a Virginia Corporation as Owner with U.S. Home Corporation, a Delaware Corporation and Greystone Homes, Inc., a Delaware Corporation as Optionees

have met the requirements of A.R.S. §§ 45-576, 45-579, and the applicable regulations, and

By powers vested in the Director of the Arizona Department of Water Resources by the State of Arizona, and subject to the conditions contained in the applicable regulations,

Are issued this Certificate of Assured Water Supply for

Villago Phase 1, Parcels 10, 11 & 12 Sections 28, & 33 Township 5 South, Range 6 East GSRB&M Pinal County, Pinal Active Management Area

Sufficient water of adequate quality will be continuously available to satisfy the water demand of the referenced subdivision for at least one hundred years. The referenced subdivision consists of 406 lots as described in the preliminary plat on file with the Department, and has an estimated water demand of 325.96 acre-feet per year. The subdivision will be served groundwater by Arizona Water Company - Casa Grande and Type 1 Grandfathered Rights.

This Certificate is invalid as to any entity not named above. A subsequent owner of the referenced property may apply for a new certificate pursuant to A.A.C. R12-15-708, within 90. days of the change of ownership. This Certificate may be assigned pursuant to A.R.S. § 45-579.

Certificate Number: 27-401411.0002



ARIZONA DEPARTMENT OF WATER RESOURCES